

## Message Text

LIMITED OFFICIAL USE

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ACTION NEA-10

INFO OCT-01 EUR-12 IO-13 ISO-00 INT-05 EB-08 TRSE-00  
CIAE-00 INR-07 NSAE-00 OMB-01 L-03 /060 W  
-----070994 110020Z /62

R 100942Z AUG 77  
FM AMEMBASSY NEW DELHI  
TO SECSTATE WASHDC 5303  
INFO USDOC WASHDC  
USMISSION USUN NEWYORK  
AMEMBASSY VIENNA  
AMCONSUL BOMBAY  
AMCONSUL CALCUTTA  
AMCONSUL MADRAS

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DEPT PLEASE PASS TO USBURMINES

E.O. 11652: N/A  
TAGS: EIND, EQUIP, EINV, UNIDO, IN  
SUBJECT: INDIAN SPONGE IRON PROJECT

REF: NEW DELHI 7510 NEW DELHI 6016

1. ON AUGUST 9 ALLIS CHALMERS REP LEROY CONCLUDED ANOTHER ROUND OF NEGOTIATIONS WITH MINISTRY OF STEEL AND MINES OFFICIALS ON THE SPONGE IRON PROJECT.
2. ONE OF THE MAIN ISSUES RAISED WAS WHETHER AC WOULD CONSIDER EQUITY PARTICIPATION. LEROY INDICATED THE COMPANY'S WILLINGNESS TO CONSIDER THE MATTER AND THE GOI AGREED TO PROVIDE THE NECESSARY FISCAL PARAMETERS. HOWEVER, LEROY EXPRESSED TO EMBOFF SOME DOUBT THAT THE GOI'S FINAL DECISION RESTED ON THE EQUITY FACTOR.
3. ACCORDING TO LEROY THE MEETINGS WENT WELL WHICH PROMPTED HIM

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TO EXPRESS SOME OPTIMISM AT THIS JUNCTURE IN THE OUTCOME. HE FELT FAIRLY CERTAIN THAT THE GOI WOULD REACH A DECISION ON THE PROCESS TECHNOLOGY BEFORE THE END OF THE MONTH. LEROY ADVISED THE GOI THAT ALLIS CHALMERS WAS NOT PREPARED TO EXTEND ITS PRESENT OFFER BEYOND THE AUGUST 31, 1977 DEADLINE.  
GOHEEN

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01-Jan-1994 12:00:00 am  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** IRON, NEGOTIATIONS, PROGRAMS (PROJECTS)  
**Control Number:** n/a  
**Copy:** SINGLE  
**Sent Date:** 10-Aug-1977 12:00:00 am  
**Decaption Date:** 01-Jan-1960 12:00:00 am  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 22 May 2009  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1977NEWDE11266  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D770288-0740  
**Format:** TEL  
**From:** NEW DELHI  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1977/newtext/t19770877/aaaacmxh.tel  
**Line Count:** 61  
**Litigation Code IDs:**  
**Litigation Codes:**  
**Litigation History:**  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Message ID:** f2c1305d-c288-dd11-92da-001cc4696bcc  
**Office:** ACTION NEA  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 77 NEW DELHI 7510  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 19-Nov-2004 12:00:00 am  
**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 1646947  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** INDIAN SPONGE IRON PROJECT  
**TAGS:** EIND, EINV, IN, UNIDO  
**To:** STATE  
**Type:** TE  
**vdkgvwkey:** odbc://SAS/SAS.dbo.SAS\_Docs/f2c1305d-c288-dd11-92da-001cc4696bcc  
**Review Markings:**  
Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
22 May 2009  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009